	ED 21 November 1954
	Copy No. 8U
	Copy No. 90
CURRENT INTELLIC	GENCE BULLETIN
DOCUMENT NO. 22	
NO CHANGE IN CLASS.	
CLASS, CHANGED TO: NEXT REVIEW DATE: AUTH: HR 70-2 DATE:	2010
DATE: ///O.C. net	viewen.
Office of Curre	nt Intelligence
CENTRAL INTELL	IGENCE AGENCY
·	

## SUMMARY

1.		·
2.		25X1
	NEAR EAST - AFRICA	
3. 4.	Comment on French-Tunisian efforts to obtain fellagha surrender (page 5).	25X1
	LATIN AMERICA	
5.	Comment on growing instability in Paraguay (page 5).	
	LATE ITEM	
6.	Comment on Molotov's press conference statement (page 6).  * * * *	

21 Nov 54 CURRENT INTELLIGENCE BULLETIN Page 2

25X1

Next 1 Page(s) In Document Exempt

25X1		Approved For Release 2004/01/16 : CIA-RDP79T00975A001800220001-7
	4.	Comment on French-Tunisian efforts to obtain fellagha surrender:
25X1A		The contemplated joint French-Tunisian efforts to effect a surrender of the Tunisian sian fellaghaquasi-military outlawswill result at most in a limited compli-
		ance and may split the intemperate from the moderate nationalists. This widely publicized compromise, however, may be the face-saving formula necessary to hurdle the current crisis in the Paris negotiations for Tunisian self-government.
		A surrender by a token group could be accepted by the French as re-establishment of authority. The main body of the fellagha could then abandon the unequal struggle at least for the time being. Those who surrender risk continuing surveillance and later punitive action, despite proposed guarantees. The concurrence of the nationalist Neo-Destour in this arrangement invites rabid adherents of the party to disavow it and to continue the struggle in their own manner.
		The contemplated disarming of French settlers, included in the new proposals, is a major concession to Tunisian demands and will meet with intense and immediate opposition in France as well as from French residents throughout North Africa. In the unlikely event that any real attempt were made to disarm the settlers, widespread violence would ensue.
		LATIN AMERICA
	5.	Comment on growing instability in Paraguay:

25X1A

## Recent developments in the Paraguayan political situation, which has remained unstable since the army revolt last May,

21 Nov 54 CURRENT INTELLIGENCE BULLETIN Page 5 25X1A Approved For Release 2004/01/16 : CIA-RDP79T00975A001800220001-7

suggest that new armed outbreaks might occur at any time. Despite President Stroessner's efforts to placate conflicting factions within his party, the government appears divided along ragged lines into groups favoring or denouncing the politically ambitious Mendez Fleitas, president of Paraguay's Central Bank,

whose friends have gained various important army and police positions.

The highly-charged controversy over Mendez stems from the conflict of personal ambitions and his opponents' belief that he is pro-Argentine and a Communist.

25X1

Page 6

Stroessner, also commander in chief of the armed forces, has kept various army units on alert and was in control of the situation as of 20 November.

25X1

25X1

## LATE ITEM

6. Comment on Molotov's press conference statement:

25X1A

Molotov's 20 November offer to postpone the Soviet-proposed European security conference if the West will delay ratification of the Paris agreements was

primarily intended to provide additional justification for convoking an Orbit security conference in Moscow in response to the West's expected rejection of the conference proposal. It was also designed to demonstrate the contrast between Moscow's alleged readiness to open serious negotiations on European security and Germany and the Western powers' determination to "speed the remilitarization of Western Germany."

Aside from the offer to postpone the 29 November conference, Molotov simply reiterated the main arguments advanced in the 13 November proposal for a European security conference. His failure to use this occasion to put

21 Nov 54

CURRENT INTELLIGENCE BULLETIN

25X1A

forward any new substantive proposals suggests that the Soviet leaders believe there is nothing they can do now to avert ratification of the Paris accords. They are therefore chiefly pre-occupied with preparing their position to meet the situation following ratification.

It can be expected that this new Soviet proposal will receive the same negative reaction from the Western powers as the earlier one. Western European leaders are not interested in East-West talks until after the Paris agreements are fully ratified.

In view of the prompt acceptance by Communist China and the European Satellites of Moscow's 13 November invitation to participate in the proposed European security conference, the USSR will probably proceed with an Orbit meeting in Moscow timed to exert the maximum influence on the scheduled mid-December debates in Paris and Bonn. Such a conference may result in either a draft mutual security treaty similar to that proposed by Molotov at the Berlin conference or a declaration on European security which will be offered to Western Europe as an alternative to the Paris agreements. Moscow's object in this would be to provide material and opportunities for constant Communist agitation against the execution of the agreements after ratification.

25X1A